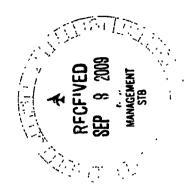


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September 2, 2009

The Honorable Anne K. Quinlan, Esq. Acting Secretary
Surface Transportation Board
395 E Street, SW
Washington, DC 20423-0001





RE: Finance Docket No. 35237

Eastern Iowa Industrial Center Rail Project - City of Davenport, Iowa - Authority to Construct - Petition For An Exemption From 49 U.S.C. §10901 and Petition For Waiver of Filing Fee (Expedited Action Requested)

Dear Acting Secretary Quinlan:

The following is a clarification of and request for amendment to the previously submitted Eastern Iowa Industrial Center Rail Project – City of Davenport, Iowa Petition for Exemption and Petition of Waiver of Filing Fee.

The City of Davenport will be the owner and is seeking operating authority of the newly constructed rail line. The City will contract with the Iowa, Chicago and Eastern (IC&E) to provide service on the line; IC&E will file a separate notice of exemption to operate the rail line after construction. The City of Davenport acknowledges that as the owner, it is the operating authority and thereby retains responsibility for maintaining a residual common carrier obligation to provide service over this rail line should the primary contractual relationship with IC&E cease to exist. The City of Davenport also understands that although the City may not be the actual operator of the line, all environmental conditions issued as part of the approval of this project will continue to be enforced through the City of Davenport as the responsible party and owner.

Please note that with respect to the Petition for Waiver of Filing Fee, the City of Davenport acknowledges that as the owner and operating authority it does not qualify for an exemption of the filing fee. The petition for waiver of filing fee is hereby withdrawn.

Please let me know if you have any questions. Thank you for your assistance in this matter.

Sincerely.

Thomas Warner, Corporation Counsel

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